## COUNTY COUNCIL OF BALTIMORE COUNTY, MARYLAND Legislative Session 2021, Legislative Day No. 9

Bill No. <u>48-21</u>

Mr. <u>Julian E. Jones, Jr.</u>, Chairman By Request of County Executive

By the County Council, May 3, 2021

## A BILL ENTITLED

AN ACT concerning

Employees' Retirement System

the purpose of clarifying creditable service eligibility dates; clarifying service credit for military service; altering certain termination benefits for certain sheriff's deputies; altering the retirement benefits for certain sworn Baltimore County police officers; adding Deputy Sheriff First Class as a member of Group 3 for a certain service retirement allowance calculation; correcting an allowance calculation for correctional officers and certain sheriff's deputies in the Deferred Retirement Option Program; providing for retroactive effect for portions of this Act; providing for the effective date if this Act; and generally relating to the Employees' Retirement System

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter stricken from existing law.

Strike out indicates matter stricken from bill. Underlining indicates amendments to bill.

BY repealing and re-enacting, with amendments

Sections 5-1-206(b) 5-1-219(a), 5-1-230(b), 5-1-231(a)(7) and (d)(2)(iv), and 5-1-305(i) Article 5 – Pensions and Retirement Title 1 – Employee Retirement System Baltimore County Code, 2015

## SECTION 1. BE IT ENACTED BY THE COUNTY COUNCIL OF BALTIMORE

COUNTY, MARYLAND, that the Laws of Baltimore County read as follows:

## ARTICLE 5 – PENSIONS AND RETIREMENT

Title 1 – Employee Retirement System

Subtitle 2 – Retirement System

- § 5-1-206. Same—Member Entering Armed Services; Military Service Credit.
- (b) Notwithstanding any other provision of this section, credit for military service shall be granted to any member who has not met the conditions set forth in this section, upon the attainment by that member of five (5) years of creditable service FOR A MEMBER WHO BEGAN SERVICE ON OR BEFORE JUNE 30, 2007 or ten (10) years of creditable service for a member who began service ON OR after July 1, 2007, provided that the service credit so granted shall not exceed four (4) years. No such service credit shall be granted to a member if the member has received credit for a period of military service under any other retirement system for which retirement benefits have been or will be received by the member; provided that this exclusion shall not apply to any credit provided through old-age or survivors insurance benefits under the Social Security Law, MILITARY RETIRED PAY BENEFITS or the Railroad

Retirement Act. Upon the member's attainment of five (5) years of creditable service FOR A

MEMBER WHO BEGAN SERVICE ON OR BEFORE JUNE 30, 2007 or ten (10) years of

creditable service for a member who began service after July 1, 2007, any current member of the

system who, prior to attaining five (5) or ten (10) years, as applicable, of creditable service, had

made up the member's contributions for the period of the member's service in the armed forces

pursuant to the provisions of this section shall, within sixty (60) days of that date or the date on

which the member first completes five (5) or ten (10) years, as applicable, of creditable service,

whichever is later, receive a refund of said contributions, with interest thereon at a rate to be set

by the Board of Trustees for the period from the date the make-up payment was made or the date

the employee first completes five (5) or ten (10) years, as applicable, of creditable service, as

applicable. The county shall make all necessary contributions to the pension accumulation fund

for the funding of military service credit upon the attainment of five (5) or ten (10) years, as

applicable, of creditable service by any member so entitled to the credit.

- § 5-1-219. Same—Sworn Members Of The Sheriff's Office.
- (a) For purposes of this section, the term "member" means a Group 3 member who is classified in the County Classification and Compensation Plan as a Deputy Sheriff, DEPUTY SHERIFF FIRST CLASS, Deputy, Sheriff Sergeant, Deputy Sheriff Lieutenant, Deputy Sheriff Captain, or Chief Deputy Sheriff.

- § 5-1-230. Return of Accumulated Contributions and Termination Benefit.
- 22 (b) (1) This subsection applies to a member who begins service on or after July 1, 23 2007.

(2) (I) Should a member cease to be an employee except by death or by retirement under the provisions of this subtitle, the member shall be paid the amount of the member's accumulated contributions.

(II) Anything in this subtitle to the contrary notwithstanding, any current member who has completed ten (10) or more years of creditable service at the time the member's service is terminated or any member who has completed at least one (1) four-year term as the County Executive may elect to receive, in lieu of the return of the member's accumulated contributions, a deferred retirement allowance to commence at the age of sixty-seven (67) if the member is a member in Group 3 and at the age of sixty (60) if the member is a member in Group 4, which shall consist of an annuity provided by the member's accumulated contributions with interest to attainment of said commencement age and a pension equal to the pension computed in accordance with § 5-1-214 of this subtitle on the basis of the member's creditable service and average final compensation at the date the member's service is terminated.

(III) NOTWITHSTANDING ANY OTHER PROVISION OF THIS SUBTITLE, A GROUP 3 MEMBER WHO IS CLASSIFIED IN THE COUNTY CLASSIFICATION AND COMPENSATION PLAN AS A DEPUTY SHERIFF, DEPUTY SHERIFF FIRST CLASS, DEPUTY SHERIFF SERGEANT, DEPUTY SHERIFF LIEUTENANT, DEPUTY SHERIFF CAPTAIN, OR CHIEF DEPUTY SHERIFF WHOSE SERVICE IS TERMINATED ON OR AFTER JULY 1, 2020 AND WHO HAS COMPLETED TEN (10) OR MORE YEARS OF CREDITABLE SERVICE MAY ELECT TO RECEIVE, IN LIEU OF THE RETURN OF THE MEMBER'S ACCUMULATED CONTRIBUTIONS, A DEFERRED RETIREMENT ALLOWANCE TO COMMENCE AT THE AGE OF SIXTYTWO (62), WHICH SHALL CONSIST OF AN ANNUITY PROVIDED BY THE MEMBER'S

- 1 ACCUMULATED CONTRIBUTIONS WITH INTEREST TO ATTAINMENT OF SAID
- 2 COMMENCEMENT AGE AND A PENSION EQUAL TO THE PENSION COMPUTED IN
- 3 ACCORDANCE WITH § 5-1-214 OF THIS SUBTITLE ON THE BASIS OF THE MEMBER'S
- 4 CREDITABLE SERVICE AND AVERAGE FINAL COMPENSATION AT THE DATE THE
- 5 MEMBER'S SERVICE IS TERMINATED.

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- 7 § 5-1-231. Optional Allowances.
  - (a) (7) Subject to subsection (d) of this section, an employee who has completed at least twenty-five (25) years of actual service as a sworn Baltimore County police officer, at least twenty-five (25) years of actual service as a sworn Baltimore County firefighter, or any combination of actual service as a sworn Baltimore County police officer and Baltimore County firefighter equaling twenty-five (25) years of actual service, OR BEGINNING ON JULY 1, 2021, A SWORN BALTIMORE COUNTY POLICE OFFICER ON PAY SCHEDULE IV WHO HAS COMPLETED AT LEAST TWENTY-FIVE (25) YEARS OF CREDITABLE SERVICE, may retire with the option of having fifty (50) percent of the retired member's
    - (d) (2) (iv) "Employee" means a:
    - 1. Sworn Baltimore County Police Officer in active service on pay schedule IV or VII who has completed at least twenty-five (25) years of actual service as a sworn member of the Baltimore County Police Department;

retirement allowance continued throughout the life of and paid to the original beneficiary upon

the retired member's death. This option shall be provided at no cost to the employee.

2. Sworn Baltimore County Firefighter in active service on pay schedule V or VIII who has completed at least twenty-five(25) years of actual service as a sworn

1	member of the Baltimore County Fire Department; [or]
2	3. BEGINNING ON JULY 1, 2021, A SWORN BALTIMORE
3	COUNTY POLICE OFFICER ON PAY SCHEDULE IV WHO HAS COMPLETED AT
4	LEAST TWENTY-FIVE (25) YEARS OF CREDITABLE SERVICE AS DEFINED IN § 5-1-
5	201(I) OF THIS SUBTITLE; OR
6	[3.] 4. Any combination of items 1 and 2 of this subparagraph
7	equaling twenty-five (25) years of actual service.
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9	Subtitle 3 – Deferred Retirement Option Program
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11	§ 5-1-305. Deferred Retirement Option Program — Correctional Officers and Deputy Sheriffs
12	(i) Notwithstanding any other provision of THE law, the DROP allowance shall be 64%
13	of the member's average final compensation for 24 years DROP service plus 2% for each full
14	year of DROP service over 24 years AND FOR A MEMBER WHO RETIRES ON OR AFTER
15	JULY 1, 2020 3% FOR EACH YEAR OF DROP SERVICE OVER 25 YEARS.
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17	SECTION 2. AND BE IT FURTHER ENACTED, that the Sections 5-1-2019(a), 5-1-
18	230(b), and 5-1-305(i) of this Act, having passed by the affirmative vote of five members of the
19	County Council shall apply retroactively to July 1, 2020.
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21	SECTION 3. AND BE IT FURTHER ENACTED, that this Act, having been passed by
22	the affirmative vote of five members of the County Council, shall take effect on July 1, 2021.